

8/7/81
Carler

In Reply Refer to:
NTFTM

James B. Liberman, Esquire
Berlack, Israles & Liberman
26 Broadway
New York, N. Y. 10004

POOR ORIGINAL

Dear Mr. Liberman:

Thank you for your assistance in making General Public Utilities' (GPU's) consolidated tax returns for 1977 and 1978 available for inspection by members of my staff. We have found them to be helpful in our examination of the issue of TMI-2 commercial operation.

We are now at the stage where direct contact with certain GPU personnel would be beneficial. We are, therefore, requesting your assistance in designating which GPU/Met-Ed officials we should contact for interviews in the following areas:

DON'T CHANGE ANYTHING, BUT

1. Tax preparation and planning: What official(s) made the decision to seek Investment Tax Credit and depreciation allowances for TMI-2 in the 1978 GPU consolidated return? What percentage of ITC and depreciation is allocable to TMI-2?
2. PJM pool operations: What official(s) could comprehensively discuss the GPU company's relationship with the PJM power pool, including amounts of power purchased in recent years, long-range planning to meet pool capacity commitments, and the cost of purchasing power from the PJM pool?
3. Regulatory affairs: What official(s) could provide a comprehensive review of GPU policy in dealing with the various regulatory commissions, including past attempts to include TMI-2 in the rate bases?
4. General financial affairs: What official(s) could comprehensively discuss the GPU financial picture (before the March 28, 1979 accident), with regard to bond offerings, stock transactions, long-range planning, and so forth?

"To apply for" the words "to seek" may be puzzling. Response could be only applied for what the tax laws allow.

In this regard to include IRS & all regulatory commissions. What is Federal?

Don't change the letter - but, Q: Does this include NRC? Q: what are we after after than attempts to include in rate base? Q: what do we mean by "GPU policy" in the context of the annual report Q:?

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| SURNAME | | | | | | | |
| DATE | | | | | | | |

James B. Liberman

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*Assume George
is involved in
this, and this is no
doubt re F.T.S.
agreement*

We have discussed this approach with Fox Trowbridge and he agrees that you would be in the best position to suggest corporate officials with expertise in these areas. It is our intention to minimize the disruptions that would be caused by mass interview of individuals unfamiliar with the areas in which we are particularly interested. Therefore, your cooperation in this matter would be greatly appreciated.

Our initial thoughts would be to schedule interviews with these individuals, with follow-up depositions with these or other GPU/Met-Ed personnel, if necessary.

We would appreciate your prompt consideration of this request. If further information is necessary please contact either David Evans or Larry Vandenberg of my staff at 301/492-8947.

Sincerely,

Mitchell Rogovin, Director
NRC/TMI Special Inquiry Group

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